GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2712
ANSWERED ON:17.12.2008
FISCAL CRISIS AND STABILIZATION OF MARKETS
Subba Shri Moni Kumar

Will the Minister of FINANCE be pleased to state:

(a)whether India has taken any initiative with developed nations in regard to fiscal crisis and stabilization of the markets; and

(b)if so, the details thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI PAWAN KUMAR BANSAL)

(a)and(b) There is no fiscal crisis or destabilization of markets in India. However, considering the current challenges faced by the global financial markets, which may impact us, India participated in the Summit on Financial Markets and the World Economy held at Washington on November 15, 2008. The Summit recommended strong and significant actions to stimulate economies, provide liquidity, strengthen the capital of financial institutions, protect savings and deposits, address regulatory deficiencies, unfreeze credit markets and take measure to ensure that international financial institutions provide critical support to the global economy. It also recommended necessary action to stabilize the financial system.